

EAU VIVANTE ECO-SYSTEMES LIMITED ?

Financial Statements

Period 1 May, 2002 to 30 April, 2003

SC 181843

EAU VIVANTE ECO-SYSTEMES LIMITED

Report of the Directors

The directors presented their report and accounts for the period ended 30 April, 2003

Statement of director's responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company for that period. In preparing these financial statements the directors are required to :

Select suitable accounting policies and apply them consistently ;
make judgements and estimates that are reasonable and prudent ;
prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal activities

The principal activity of the company is the design of ecological water and waste treatment systems.

Directors

The directors who served during the period commencing 1 May, 2002 and the interests in the shares of the company of those serving at the end of the period ending 30 April, 2003 were as follows :

Ordinary shares of £1 each

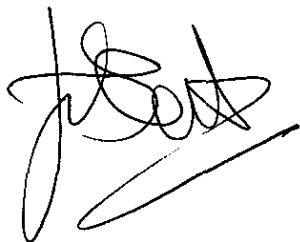
John Fraser Cant	1
David Martin Shields	1
Jane Leslie Shields	1



Small company exemptions

Advantage has been taken, in the preparation of this report, of special provisions provided by section 246(4) of the Companies Act 1985 applicable to small companies.

On behalf of the board



8 January 04

John Fraser Cant, Secretary

Company Information

Directors :	John Fraser Cant
	David Martin Shields
	Jane Leslie Shields
Secretary :	John Fraser Cant
Registered Office :	5 Holyrood Road
	Edinburgh EH8 8AE
	Scotland, U.K.
Bankers :	Clydesdale Bank
	10 North Bridge
	Edinburgh EH1QJ
	Scotland
Registered No :	SC181843

EAU VIVANTE ECO-SYSTEMES LIMITED**Profit and Loss Account****Period 1 May, 2002 to 30 April, 2003**

	Notes	2003	2002
Turnover	2	0	0
Cost of sales		0	0
		-----	-----
Gross Profit		0	0
Administrative expenses		71	89
		-----	-----
Operating loss	3	-71	-89
Interest receivable		-	-
Loss on ordinary activities before taxation		-71	-89
Tax on profit on ordinary activities		0	0
		-----	-----
Retained loss for the period		-71	-89
		=====	=====

Continuing operations

None of the company's activities were acquired or discontinued during the period.

Total recognised gains and losses

The company has no recognised gains or losses other than the loss for the period.

EAU VIVANTE ECO-SYSTEMES LIMITED**Balance Sheet at 30 April, 2003**

	Notes	2003	2002
Fixed assets			
Tangible Assets	6	168	224
Current assets			
Debtors		0	0
Cash in bank & in hand		0	0
		-----	-----
		0	0
Current liabilities			
Creditors - amounts falling due within one year	7	2235	2220
		-----	-----
		-2235	-2220
Net liabilities		-----	-----
		-2067	-1996
Capital and reserves			
Called up share capital	8	4	4
Profit & loss account	9	-2071	-2000
		-----	-----
Shareholders' funds		-2067	-1996
		=====	=====

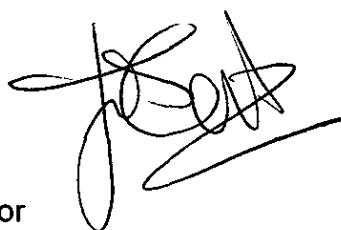
Report for the purposes of section 249A(1)

In the opinion of the directors, the company is entitled to exemption from audit under section 249A(1) of the Companies Act 1985 ('the Act'). No notice has been deposited requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing accounts which gives a true and fair view of the state of affairs of the company and of its profit or loss for the period in accordance with section 226 of the Act and which otherwise comply with the applicable requirements of the Act relating to the financial statements of the company.

On behalf of the board

John Fraser Cant, Director

Approved by the board on



8/1/04

EAU VIVANTE ECO-SYSTEMES LIMITED

Notes to the Accounts

Period 1 May, 2002 to 30 April, 2003

1. Accounting policies

Accounting convention

The financial statements have been prepared under the historical cost convention.

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents amounts receivable for goods and services provided in the UK and overseas net of VAT and other related taxes.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life :

Equipment	25% on reducing balance
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Value added tax

The company is not registered for Value Added Tax.

2. Turnover

In the opinion of the directors, the percentage of the turnover of the company attributable to markets outside the UK is 0%.

3. Operating Loss

The operating loss is stated after charging :

	2003	2002
	£	£
Depreciation	56	74
Accountant's remuneration	-	-
	====	====

4. Staff costs and directors' remuneration

The average number of persons employed by the company during the period was zero.

	2003	2002
	£	£
Wages and salaries	0	0
Social security costs	0	0
	====	====

5. Taxation

No tax has been provided on the adjusted loss of the period at the appropriate rate

	2003	2002
	£	£
Charge for the period	Nil	Nil
	====	====

6. Tangible fixed assets

	2003	2002
Equipment	£	£
Cost at 1 May, 2002	618	618
Additions	-	-
Cost at 30 April, 2003	618	618
Depreciation at 1 May, 2002	394	320
Charge for the period	56	74
Depreciation at 30 April, 2003	450	394
<i>Net book value</i>		
at 1 May, 2002	224	298
at 30 April, 2003	168	224

7. Creditors : amounts falling due within one year

	2003	2002
	£	£
Trade creditors	0	0
Loans from directors	2235	2220
Corporation tax	0	0
Other taxes and social security	0	0
	-----	-----
	2235	2220
	=====	=====

Loans from directors are interest free with no fixed dates for repayment

8. Called-up share capital

	2003	2002
	£	£
Authorised		
1000 ordinary shares of £1 each	1000	1000
	=====	=====
Allotted & fully paid		
4 ordinary shares of £1 each	4	4
	=====	=====

9. Profit and Loss accounts

	2003	2002
	£	£
Balance at 1 May, 2002	-2000	-1911
Loss for the period	-71	-89
	-----	-----
Balance at 30 April, 2003	-2071	-2000
	=====	=====

EAU VIVANTE ECO-SYSTEMES LIMITED**Trading & Profit and Loss Account****Period 1 May, 2002 to 30 April, 2003**

	2003	2002
	£	£
Sales		
Cost of sales	0	0
	-----	-----
	0	0
Interest receivable	-	-
	-----	-----
	0	0
Expenditure		
Wages & salaries	-	-
Advertising	-	-
Stationery	-	-
Travel	-	-
Insurance	-	-
Telephone	-	-
Professional services	-	-
Accountancy	-	-
Bank charges	-	-
Admin Fees	15	15
Depreciation	56	74
Accommodation	-	-
Equipment Hire	-	-
Foreign exchange loss	-	-
Rounding error	-	-
	-----	-----
	71	89
	-----	-----
Net profit	-71	-89
	=====	=====

EAU VIVANTE ECO-SYSTEMES LIMITED**Tax computation****Period 1 May, 2002 to 30 April, 2003**

	2003	2002
	£	£
Loss for the period	-71	-89
Add : depreciation	56	74
	-----	-----
	-15	-15
Deduct :		
Interest received (tax paid)	-	-
Capital allowances	56	74
	-----	-----
	-56	-74
	-----	-----
Loss carried forward	-71	-89
	=====	=====

Capital allowances

	Pool	2003	Pool	2002
	£	Claimed	£	Claimed
	£	£	£	£
Balance B/F	224		298	
Additions	-		-	
Disposals (nil proceeds)	-	-	-	-
	-----	-----	-----	-----
	224		298	
WDA 25%	56	100	74	100
	-----	-----	-----	-----
WDV c/f	168	100	224	100
	=====	=====	=====	=====